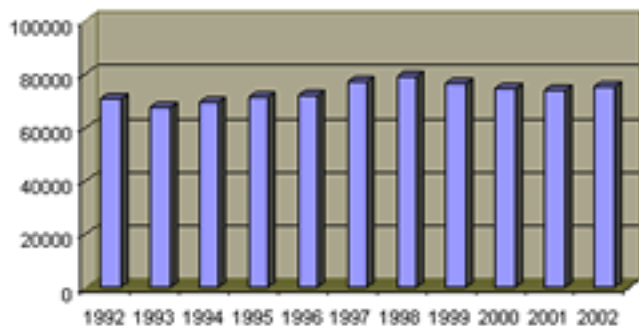


10 Year Summary									
1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
70,853	67,576	69,233	71,107	72,007	76,894	79,143	76,311	74,868	73,824

	Q1	Q2	Q3	Q4	Average
2001	74,221	74,564	73,842	72,684	73,824
2002	73,869	75,604	75,544		75,012



Last quarter, we reported the possibility of a reversal in a four-year trend. In 1998, the ADP reached its highest level of over 79,000 inmates. By the year 2001, the ADP had declined by about 5,000 inmates. That downward trend continued into the 1st Quarter of 2002; but in the 2nd Quarter we witnessed the long-expected reversal in this downward trend. Between the 2nd Quarter of 2001 and the 2nd Quarter of 2002, the ADP increased by over 1,000 inmates. Would this reversal in trend continue? The 3rd Quarter 2002 results indicate that it does: there were 1,700 more inmates in California jails in the 3rd Quarter of 2002 than there were during the same period in 2001.